

**UtahAmerican Energy, Inc.**

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January 24, 2000

**RECEIVED****JAN 27 2000****DIVISION OF  
OIL, GAS AND MINING**

Ms. Mary Ann Wright  
Associate Director of Mining  
Department of Natural Resources  
Division of Oil, Gas & Mining  
Utah Coal Regulatory Program  
1594 West North Temple, Suite 1210  
Salt Lake, Utah 84114-5801

**REFERENCE:** 1999 Annual Report ACT/007/013 Horse Canyon

Dear Ms. Wright:

Enclosed are two copies of the 1999 Annual Report for the Horse Canyon Mine located in Emery County, Utah. You will recall that this underground mine was closed on December 30, 1983 and that this facility was purchased by IPA from the Kaiser Coal Corporation April 5, 1990. In December 1998 the property was subleased to UtahAmerican Energy, Inc., at which time the Horse Canyon Permit was transferred. IPA has submitted a Significant Revision to the Horse Canyon Permit to allow for access and new surface facilities in Lila Canyon. No production occurred during 1999, therefore, no production report is included.

Since the purchase of the Horse Canyon Mine by IPA, the property has been cleaned up and the mine put into mothball status. IPA has filed a Reclamation Permit Application Package with the Utah State Division of Oil, Gas & Mining (DOGM); removed all hazardous materials and toxic wastes; removed the underground storage tanks; removed old equipment and materials, demolished unnecessary and outdated buildings and surface facilities, and performed extensive regrading and revegetation. The 1999 growing season was the reclamation project's eighth and produced further impressive revegetation results.

Also during 1999, IPA worked towards Phase II Bond Release applied for in 1997.

Previously submitted quarterly reports were not copied as part of this submittal. It is assumed that the quarterly reports on file at DOGM will be attached to this Annual Report to make a complete report for 1999.

If you have any comment or questions, please call me.

Sincerely,

*R. Jay Marshall*  
R. Jay Marshall P.E.  
Chief Engineer  
UtahAmerican Energy, Inc.

file in: C10070013, 2000, Incoming  
Refer to:  
☐ Confidential  
☐ Shelf  
☒ Expandable  
Date 01/24/2000 For additional information